

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
Fax: (801) 359-3940

Doug
(Check disturbed area acreage)

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

1. Report Time Period: From (mo./yr.) JAN 2005 To (mo./yr.) DEC 2005
2. DOGM File Number (Mine No): M/045/002
3. Mine Name: INTREPID POTASH - WENDOVER, LLC
4. Mineral(s) Mined (or permitted to mine): _____
5. Type of mine: ☒ Surface Mine or ☐ Underground Mine
6. Legal Description (Location of Lands Affected):
____ 1/4, ____ 1/4, ____ 1/4, Section _____, Township _____, Range _____
____ 1/4, ____ 1/4, ____ 1/4, Section _____, Township _____, Range _____
____ 1/4, ____ 1/4, ____ 1/4, Section _____, Township _____, Range _____
7. Name of Operator or Company: INTREPID POTASH - WENDOVER, LLC
8. Permanent Street Address: 2 1/2 MILES EAST FRONTAGE ROAD
City, State, Zip: WENDOVER, UTAH 84083-0580
Phone: 435-665-2241 Fax: 435-665-2561 E-mail: _____
9. Company Representative (or designated operator):
Name: ERIK K. YORK
Title: MANAGER - UTAH DIVISION
Business Address: PO BOX 1208
City, State, Zip: MOAB, UTAH 84532
Phone: 435-259-7171 Fax: 435-259-7100 E-mail: rick.york@intrepidpotash.com
☐ Please check if any of the above information has changed since previous year.

II. Mining and Reclamation

1. Was there any mine related activity during the past year? Yes ☒ No ☐
2. If no - what was the last year of activity? _____

RECEIVED

FEB 03 2006

3. Report the gross amount of ore mined and waste moved, as well as the arrangement, positioning, or distribution of the material. 338,859 TONS OF MATERIAL WAS HARVESTED FROM THE EVAPORATION PONDS. CLEANED 65,000 FT OF DITCH & MOVED 240,000 YD³ OF MATERIAL. CONSTRUCTED 2640 FT. OF NEW DITCHES
4. Briefly describe the type of work performed, during the past year. CLEANED 65,000 FT. OF DITCHES & MOVED 240,000 YD³ OF MATERIAL. CONSTRUCTED 2640 FT. OF NEW DITCHES & MOVED 3320 YD³ OF MATERIAL.
5. How much **new or additional acreage** was disturbed during the past year? 0
6. How much acreage was **reclaimed** during the past year? 0
7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results. (Submit form MR-SITE for an application for full or partial bond/site release).

8. What is the **total disturbed acreage of entire project** at years end? 430
9. Briefly summarize any mining and/or reclamation plans for the upcoming year.
 THE MINE IS SCHEDULED TO REMAIN OPERATIONAL DURING 2006. COLLECTION DITCHES WILL CONTINUE TO BE CLEANED.

10. The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request.

NOTE: Section III., "Additional Information" applies only to **large mining operations**.

III. Additional Information - R647-4-121.2

1. **Include an updated map depicting surface disturbance and reclamation performed during the year**, prepared in accordance with Rule R647-4-105.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Print): ERIC K. YORK
 Title of Operator: MANAGER - UTAH DIVISION
 Signature of Operator: Eric K. York
 Date: 1/30/06